



Georgia Fund 1

About the Fund

Fund Rating	AAAm
Fund Type	Stable NAV Government Investment Pool
Investment Adviser	Office of Treasury & Fiscal Services
Portfolio Manager	Laura B. Glenn, CFA Mark W. Jones
Date Rating Assigned	June 1995
Custodian	Mellon Bank N.A., Pittsburgh, PA
Distributor	The Office of Treasury & Fiscal Services

Rationale

Standard & Poor's assigns its 'AAAm' money market rating to Georgia Fund 1. The 'AAAm' rating, Standard & Poor's highest money market fund rating, is based on an analysis of the pool's management, investment guidelines, portfolio holdings, and market price exposure. The rating indicates the pool's superior capacity to maintain principal (\$1.00 per share value) and limit exposure to loss.

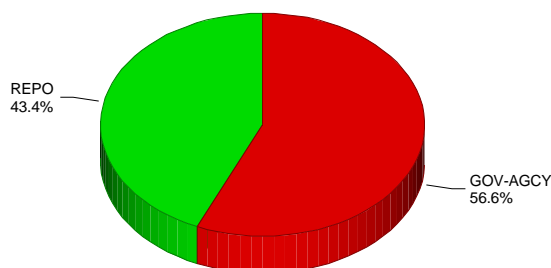
Overview

Georgia Fund 1 began operations in July of 1981 and invests all funds prudently, considering first the safety of capital and then income, while meeting daily cash flow requirements and conforming to all statutes governing the investment of public funds. The primary objectives of the pool are safety of capital, investment income, liquidity, and diversification. Investors of Georgia Fund 1 include cities, counties, boards of education, state agency trust funds, public colleges and universities, and other public entities of Georgia. Since its inception, Georgia Fund 1 has commingled local government funds with state general fund investments in order to provide greater economies of scale in investing funds as well as to minimize the fluctuations in investment portfolio balances. The state operating monies invested in the pool provide additional stability to the fund because disbursement of these monies are controlled to a high degree by the state.

Management

The Office of Treasury and Fiscal Services (OTFS) assumes the daily responsibility of managing the assets of the pool. In addition, OTFS consults with its outside investment

Portfolio Composition as of March 25, 2005



GOV-AGCY - Agency and Government; REPO - Repurchase Agreement

managers for externally managed risk management portfolios on economic conditions. The State Depository Board prescribes cash management policies and procedures for the state and provides oversight for the pool. The Board meets quarterly and is comprised of the Governor, the Commissioner of Insurance, the State Auditor, the Commissioner of Transportation, the Commissioner of Banking & Finance, the State Revenue Commissioner, and the Director of the Office of Treasury and Fiscal Services. State law requires the board to formulate such policies to maximize efficient and effective utilization of the state's cash resources.

Portfolio Assets

In order to provide its shareholders with a safe and liquid investment pool, the OTFS invests the pooled funds in U.S. Treasury obligations, securities issued or guaranteed by the U.S. Government or any of its agencies or instrumentalities, banker's acceptances and repurchase agreements contracted with highly rated counterparties, and commercial paper rated 'A-1' or better. The fund may also invest in Certificates of Deposit issued by banks domiciled in the State of Georgia that maintain Standard & Poor's ratings of 'A-1' or better. 'AAAm' criteria calls for maximum average portfolio maturities of 60 days or less. For more information on Georgia Fund 1, please visit <http://otfs.georgia.gov>

Standard & Poor's Analyst:

Peter Rizzo - (1) 212-438-5059
www.standardandpoors.com

Principal Stability Fund Ratings Definitions

AAAm Safety is excellent. Superior capacity to maintain principal value and limit exposure to loss.

AAm Safety is very good. Strong capacity to maintain principal value and limit exposure to loss.

Am Safety is good. Sound capacity to maintain principal value and limit exposure to loss.

BBBm Safety is fair. Adequate capacity to maintain principal value and limit exposure to loss.

BBm Safety is uncertain. Vulnerable to loss of principal value.

Bm Safety is limited. Very vulnerable to loss of principal value.

CCCm Extremely vulnerable to loss of principal value.

Dm Fund has failed to maintain principal value; realized or unrealized losses exceed 0.5% of net asset value.

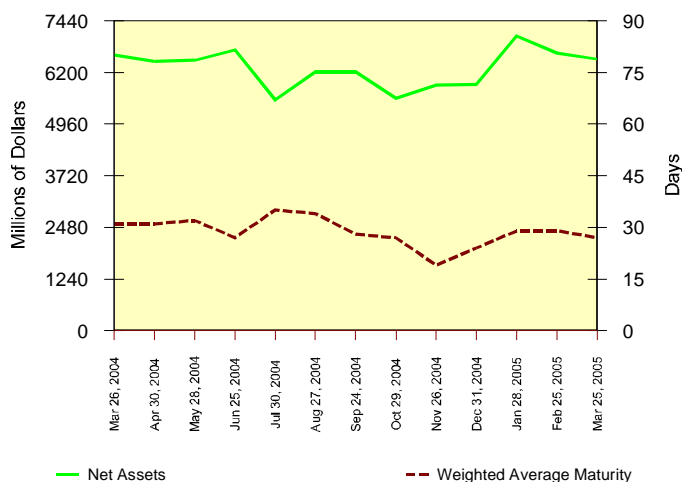
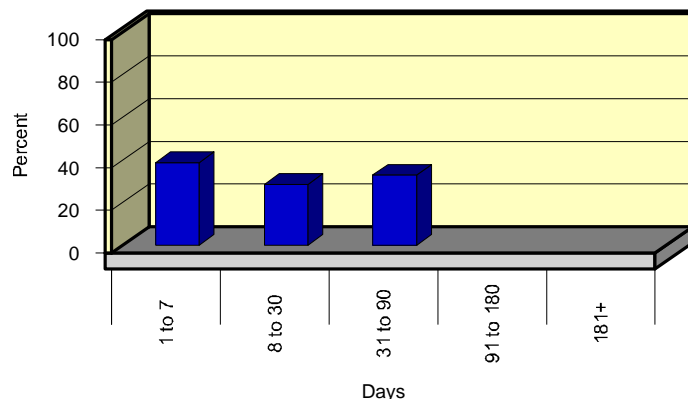
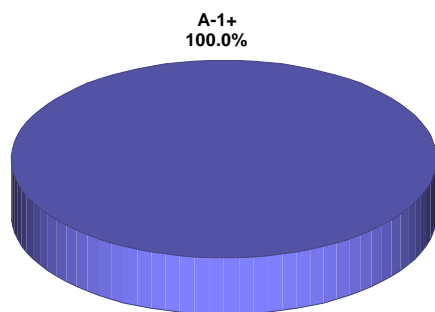
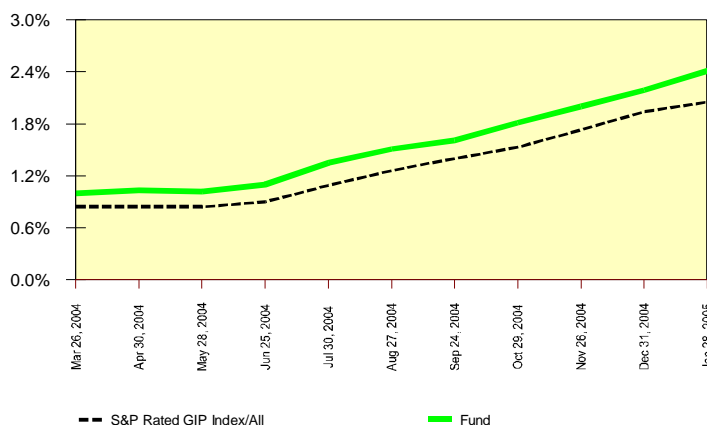
G The letter 'G' follows the rating symbol when a fund's portfolio consists primarily of direct U.S. government securities.

Plus (+) or Minus (-) Ratings may be modified to show relative standing within the rating categories.

Data Bank as of March 25, 2005

Net Asset Value per Share.....	\$1.00
Weighted Average Maturity.....	27 days
Net Assets (millions).....	\$6,518.45

7 Day Yield.....	2.68%
30 Day Yield.....	2.60%
Inception Date.....	July 1981

Net Assets and Weighted Average Maturity (WAM)**Portfolio Maturity Distribution as of March 25, 2005****Portfolio Credit Quality as of March 25, 2005 *****Portfolio 7 Day Yield Comparison ***

*As assessed by Standard & Poor's

*S&P Money Fund Indices are calculated weekly by iMoneyNet, Inc., and are comprised of funds rated or assessed by S&P to within the specific rating categories. The S&P Rated GIP Indices are calculated weekly by S&P and are comprised of 'AAAm' and 'AAAm' government investment pools.

Principal Stability Rating Approach and Criteria

Principal Stability Fund Rating, also known as a Money Market Rating, is a current opinion of a fund's capacity to maintain stable principal or net asset value. When assigning a Principal Stability rating to a fund, Standard & Poor's focuses on the creditworthiness of a fund's investments and counterparties, the market price exposure of its investments, sufficiency of the fund's portfolio liquidity, and management's ability and policies to maintain the fund's stable net asset value by limiting exposure to loss. Ratings are not commentaries on yield levels.

Standard & Poor's rates money market funds upon request and agreement by fund management to provide necessary information on a timely basis. A money market fund rating evaluates:

Credit risk: credit quality, types, and diversity of portfolio investment;

Market price exposure: degree of liquidity of investments, distribution and average length of maturities, and volatility of portfolio cash flows;

Management: philosophy, operating policies and procedures.

Fund portfolios are monitored weekly for developments that could cause changes in the ratings. Rating decisions are based on periodic meetings with senior fund executives and public information.

All of the views expressed in this research report accurately reflect our committee's views regarding any and all of the subject securities or issuers. No part of the committee's compensation was, is or will be, directly or indirectly, related to the specific recommendations or views expressed in this research report.

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